Congress of the United States Washington, DC 20515

July 9, 2009

The Honorable Nancy Pelosi Speaker U.S. House of Representatives H-232, the Capitol Washington, DC 20515

The Honorable Steny Hoyer House Majority Leader H-107, the Capitol Washington, DC 20515

The Honorable Charles B. Rangel Chairman Committee on Ways and Means 1102 Longworth House Office Building Washington, DC 20515

The Honorable Henry A. Waxman Chairman Committee on Energy and Commerce 2125 Rayburn House Office Building Washington, DC 20515 The Honorable George Miller Chairman Committee on Education and Labor 2181 Rayburn House Office Building Washington, DC 20515

Dear Speaker Pelosi, Leader Hoyer, Chairman Rangel, Chairman Waxman, and Chairman Miller:

We are writing to request a meeting with House Democratic Leadership as soon as possible. We would like to discuss the current inequities in Medicare reimbursement and our strong belief that this issue must be addressed in any health care reform legislation that will be voted on by the House.

We represent states in which the quality of care exceeds the national average and per-beneficiary fee-for-service Medicare costs are substantially lower than the national average. Our "low-cost, high-quality" states are setting the national standard for Medicare, yet we are penalized by the current Medicare reimbursement formula. Furthermore, any public insurance option that is based on Medicare's current reimbursement formula would only result in an unacceptable further penalization of our states.

The draft House Tri-Committee health care legislation takes steps towards rewarding the efficient delivery of care. We urge even greater steps to incentivize high-quality, cost-effective patient care. Addressing decades of inequitable Medicare payments, ensuring an opportunity for all states to deliver efficient and effective care, and rewarding even higher levels of performance are all necessary measures for any health care reform bill to be successful in the House.

Recently twenty-eight members of the House sent a bipartisan letter to House Leadership urging action to address Medicare geographic disparities in reimbursement. It is our hope that this letter and our request for a meeting provides Democratic leadership the impetus to work with us. We all recognize the urgent need to reform health care, but it will be very difficult for us to support legislation that ignores this critical issue and allows our states to continue to be penalized by an outdated Medicare formula.

We look forward to working with you on these important issues.

BETTY MCCOLLUM

Member of Congress

DAVID OBEY

Member of Congress

cc: President Barack Obama

Secretary of Health and Human Services Kathleen Sebelius

DAVID WU Member of Congress	DAVID LOEBSACK Member of Congress STEVE KAGEN Member of Congress
MICHAEL H. MICHAUD Member of Congress RICK LARSEN Member of Congress	LEONARD BOSWELL Member of Congress NORMAN DICKS Member of Congress
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ADAM SMITH Member of Congress GERALD. E. CONNOLLY Member of Congress	KURT SCHRADER Member of Congress KEITH ELLISON Member of Congress

BART GORDON Member of Congress